| | | | | CONTRACTOR | | | | |
|---|----------------------|--|--|---|--|--------------------------|---------------|--|
| STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING | | | | | FORM 3 AMENDED REPORT | | | |
| | | | , | | | | | |
| APPLI | CATION FOR | PERMIT TO DRILL | | | 1. WELL NAME and | NUMBER NBU 675-25E | | |
| 2. TYPE OF WORK DRILL NEW WELL REENTER P&A WELL DEEPEN WELL | | | | 3. FIELD OR WILDO | CAT NATURAL BUTTES | | | |
| 4. TYPE OF WELL Gas Well Coalbed Methane Well: NO | | | | | 5. UNIT or COMMU | NITIZATION AGRE | EMENT NAME | |
| 6. NAME OF OPERATOR | EOG Resou | rces. Inc. | <u> </u> | | 7. OPERATOR PHO | NE 435 781-9111 | | |
| 8. ADDRESS OF OPERATOR | | , Vernal, UT, 84078 | No. 1 days or control makes to the control of the c | | 9. OPERATOR E-MA | IL gardner@eogresourc | es.com | |
| 10. MINERAL LEASE NUMBER | 2030 mg | 11. MINERAL OWNE | RSHIP | <u></u> | 12. SURFACE OWN | | | |
| (FEDERAL, INDIAN, OR STATE) UTU-6774 | | FEDERAL (IND | DIAN () STATE (|) FEE() | | DIAN() STATE | ~_~ | |
| 13. NAME OF SURFACE OWNER (if box 12 | : = 'fee') S | | | | 14. SURFACE OWN | ER PHONE (if box 1 | .2 = 'fee') | |
| 15. ADDRESS OF SURFACE OWNER (if bo | x 12 = 'fee') | | | | 16. SURFACE OWN | ER E-MAIL (if box : | l2 = 'fee') | |
| 17. INDIAN ALLOTTEE OR TRIBE NAME | * | 18. INTEND TO COM | | TION FROM | 19. SLANT | | | |
| (if box 12 = 'INDIAN') | | <i>p</i> | Commingling Applicat | tion) NO | vertical () directional () Horizontal () | | | |
| 20. LOCATION OF WELL | FO | OTAGES | QTR-QTR | SECTION | TOWNSHIP | RANGE | MERIDIAN | |
| LOCATION AT SURFACE | 1977 F | NL 2110 FEL | SWNE | 25 | 10.0 S | 20.0 E | S | |
| Top of Uppermost Producing Zone | 1977 F | VL 2110 FEL | SWNE | 25 | 10.0 5 | 20.0 E | S | |
| At Total Depth | 1977 F | NL 2110 FEL | SWNE | 25 | 10.0 S | 20.0 E | S | |
| 21. COUNTY UINTAH | | 22. DISTANCE TO N | EAREST LEASE LIN | IE (Feet) | 23. NUMBER OF AC | RES IN DRILLING 480 | UNIT | |
| | | 25. DISTANCE TO N (Applied For Drilling | | SAME POOL | 26. PROPOSED DEPTH MD: 6035 TVD: 6035 | | | |
| 27. ELEVATION - GROUND LEVEL | | 28. BOND NUMBER | <u> </u> | <u> </u> | 29. SOURCE OF DR | | | |
| 5191 | | | 6532508 | | WATER RIGHTS AP | 49-225 | IF APPLICABLE | |
| | | A | TTACHMENTS | | | | | |
| VERIFY THE FOLLOWING | ARE ATTACH | ED IN ACCORCAN | CE WITH THE U | TAH OIL AND (| GAS CONSERVATI | ON GENERAL RU | ILES | |
| ✓ WELL PLAT OR MAP PREPARED BY | LICENSED SUR | VEYOR OR ENGINEER | R CON | APLETE DRILLING | G PLAN | | | |
| AFFIDAVIT OF STATUS OF SURFAC | E OWNER AGRE | EMENT (IF FEE SURF | ACE) FOR | M 5. IF OPERATO | R IS OTHER THAN T | HE LEASE OWNER | | |
| DIRECTIONAL SURVEY PLAN (IF DIRECTIONALLY OR HORIZONTALLY DRILLED) | | | | TOPOGRAPHICAL MAP | | | | |
| NAME Kaylene Gardner | TITLE Lead Reg | julatory Assistant | | PHONE 435 781 | L-9111 | | | |
| SIGNATURE | DATE 03/14/20 | 08 | | EMAIL kaylene_ | _gardner@eogresource | s.com | | |
| API NUMBER ASSIGNED 43047500360000 APPROVAL | | | | | | | | |

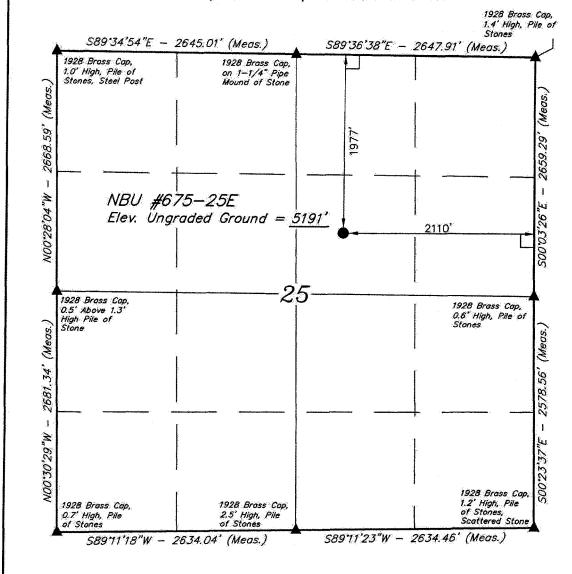
618709X 44196484 39.920510 -109.610976

Federal Approval of this Action is Necessary Approved by the Utah Division of Oil, Gas and Mining

Date:

By:

T10S, R20E, S.L.B.&M.



LEGEND:

__ = 90* SYMBOL

_ - 30 31MIDUL

= PROPOSED WELL HEAD.

= SECTION CORNERS LOCATED.

(NAD 83)

LATITUDE = 39'55'13.61" (39.920447)

LONGITUDE = 109'36'40.36" (109.611211)

(NAD 27)

LATITUDE = 39'55'13.74" (39.920483) LONGITUDE = 109'36'37.88" (109.610522)

EOG RESOURCES, INC.

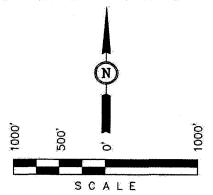
Well location, NBU #675-25E, located as shown in the SW 1/4 NE 1/4 of Section 25, T10S, R20E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

TWO WATER TRIANGULATION STATION LOCATED IN THE NW 1/4 OF SECTION 1, T10S, R21E, S.L.B.&M. TAKEN FROM THE BIG PACK MTN NE QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5238 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE PLAT WAS PREPARED FROM FIELD NOTES OF ACTUAL SURVEYS MADE BY ME OR UNDER MY SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT TO THE BEST OF MY KNOWLEDGE AND BELLEY

REGISTERED LAND SURVEYOR REGISTRATION NO. 161319 STATE OF UTAH

UINTAH ENGINEERING & LAND SURVEYING 85 SOUTH 200 EAST - VERNAL, UTAH 84078 (435) 789-1017

| SCALE 1" = 1000' | DATE SURVEYED: 1-21-08 | DATE DRAWN: 1-25-08 | | | |
|-------------------------|-----------------------------|------------------------|--|--|--|
| PARTY D.S. E.D. C.P. | REFERENCES G.L.O. PLA | ΛT | | | |
| WEATHER COLD | FILE EOG RESOURCES, INC. | | | | |

L.doc

WELL APPROVAL

April 1, 2009

The following wells have been approved by SITLA including archeological and paleontological clearance.

NBU 673-25E 4304750034 NBU 674-25E 4304750035

The following wells have been approved by SITLA including archeological and paleontological clearance with the following condition.

| NBU 676-25E | 4004750031 |
|-------------|------------|
| NBU 515-25E | 4304750033 |
| NBU 675-25E | 4304750036 |
| NBU 375-13E | 4304750029 |

"The Intermountain Paleo-Consulting report #IPC 08-26 recommends that " a permitted paleontologist be present to monitor the construction process of the proposed access roads, pipelines and well pads for... NBU #375-13E, #515-25E, #675-25E, and #676-25E due to the number of fossils found inside and near the staked construction areas..."

As a condition of SITLA approval, this requirement for a permitted paleontologist to be present to monitor the construction process of the proposed access roads, pipelines and well pads, will be required.

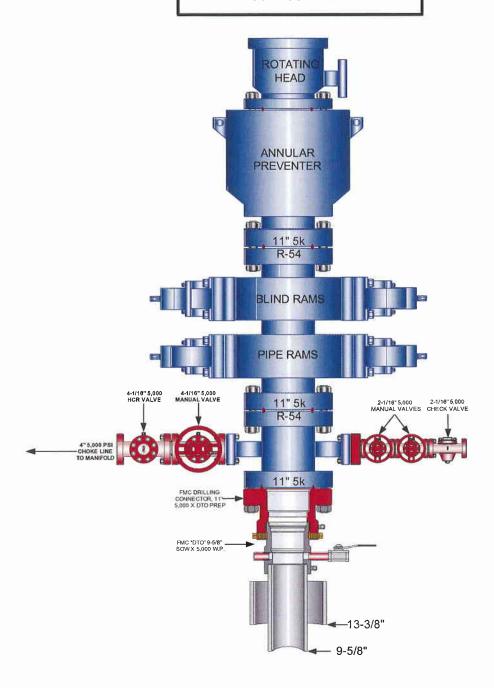
| Proposed Hole, Casing, and Cement | | | | | | | | |
|--|--|--|-------------|--|-------|--------|--|--|
| String | Hole Size | Casing Size | Top (MD) | Bottom (MD) | | | | |
| Cond | 17.5 | 13.375 | 0 | 45 | | | | |
| Pipe | Grade | Length | Weight | | | | | |
| | H-40S | 45 | 48.0 | Printed Strands and Add State at Strands and Strands | | | | |
| | Cement Interval | Top (MD) | Bottom (MD) | | | | | |
| | | 0 | 45 | | | | | |
| | and a second | Cement Description | Class | Sacks | Yield | Weight | | |
| | | | С | 0 | 0.0 | 0.0 | | |
| en militariik in in est k üzer, ki suin ai | | a de completa están indese e a individual de la defició de la producción de la defición de la defición de completa de la defición de la defic | | | | | | |

| Proposed Hole, Casing, and Cement | | | | | | | | |
|-----------------------------------|--|--------------------|-------------|-------------|-------|--------|--|--|
| String | Hole Size | Casing Size | Top (MD) | Bottom (MD) | | | | |
| Surf | 12.25 | 9.625 | 0 | 2300 | | | | |
| Pipe | Grade | Length | Weight | | | | | |
| | J-55S | 2300 | 36.0 | | | | | |
| | Cement Interval | Top (MD) | Bottom (MD) | | | | | |
| | | 0 | 2300 | | | | | |
| | | Cement Description | Class | Sacks | Yield | Weight | | |
| | and in the best and in the court are included by the find the court of | | G | 185 | 2.82 | 11.0 | | |
| | | | | | | | | |

| Proposed Hole, Casing, and Cement | | | | | | | | |
|-----------------------------------|---|--------------------|-------------|-------------|-------|--------|--|--|
| String | Hole Size | Casing Size | Top (MD) | Bottom (MD) | | | | |
| Prod | 7.875 | 4.5 | 0 | 6035 | | | | |
| Pipe | Grade | Length | Weight | | | | | |
| | N-80L | 6035 | 11.6 | | | | | |
| | Cement Interval | Top (MD) | Bottom (MD) | | | | | |
| | | 2300 | 6035 | | | - | | |
| | averbisinas vietikus ir aleksi kirili 1964 (ileksi ja parinas k er <u>ringa</u> aver diriki idi aisis inniversioonistii e | Cement Description | Class | Sacks | Yield | Weight | | |
| | | | HG | 109 | 3.91 | 11.0 | | |
| | Antonia in more sensi dilikuni sensi kili kaliki kili kili kili kili kili k | | 50 | 390 | 1.28 | 14.1 | | |
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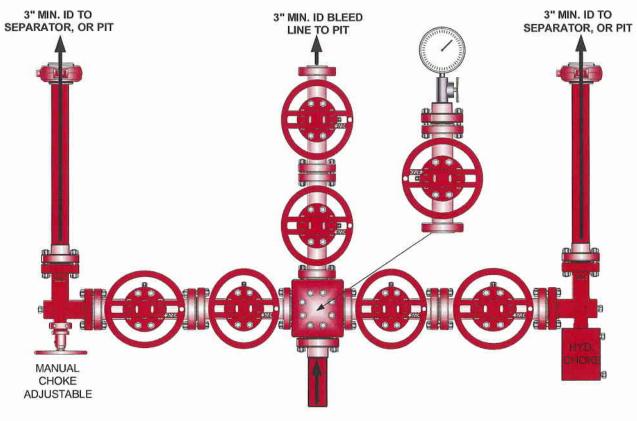
EOG RESOURCES 11" 5,000 PSI W.P. BOP CONFIGURATION

PAGE 1 OF 2



EOG RESOURCES CHOKE MANIFOLD CONFIGURATION W/ 5,000 PSI WP VALVES

PAGE 2 0F 2



4" 5,000 PSI CHOKE LINE FROM HCR VALVE

Testing Procedure:

- 1. BOP will be tested with a professional tester to conform to Onshore Order #2.
- 2. Blind and Pipe rams will be tested to rated working pressure, 5,000 psi.
- 3. Annular Preventer will be tested to 50% working pressure, 2,500 psi. Casing will be tested to 0.22 psi / ft. or 1,500 psi. Not to exceed 70% of burst strength, whichever is greater.
- 4. All lines subject to well pressure will be tested to the same pressure as blind and pipe rams.
- 5. All BOPE specifications and configurations will meet Onshore Order #2 requirements.

NATURAL BUTTES UNIT 675-25E SW/NE, SEC. 25, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

1. & 2. ESTIMATED TOPS & ANTICIPATED OIL, GAS, & WATER ZONES:

| FORMATION | TVD-RKB (ft) | Objective | Lithology | |
|------------------------|--------------|-----------|-----------|-----|
| Green River | 1,009 | | Shale | |
| Mahogany Oil Shale Bed | 1,627 | | Shale | |
| Wasatch | 4,281 | Primary | Sandstone | Gas |
| Chapita Wells | 4,876 | Primary | Sandstone | Gas |
| Buck Canyon | 5,574 | Primary | Sandstone | Gas |
| | | | | |
| | | | | |
| TD | 6,035 | | | |

Estimated TD: 6,035' or 200'± below TD

Anticipated BHP: 3,295 Psig

- 1. Fresh Waters may exist in the upper, approximately 1,000 ft \pm of the Green River Formation, with top at about 2,000 ft \pm .
- 2. Cement isolation is installed to surface of the well isolating all zones by cement.
- 3. PRESSURE CONTROL EQUIPMENT:

Production Hole – 5000 Psig BOP schematic diagrams attached.

BOP schematic diagrams atta

4. CASING PROGRAM:

| CASING | <u>Hole</u> Size | Length | <u>Size</u> | WEIGHT | <u>Grade</u> | Thread | Rating Collapse | <u>Factor</u> <u>Burst</u> | <u>Tensile</u> |
|------------|---------------------|--------------------|-------------|--------|--------------|--------|--------------------|-------------------------------|----------------|
| Conductor | 17 ½" | 0 – 45' | 13 3/8" | 48.0# | H-40 | STC | 770 PSI | 1730 PSI | 322,000# |
| Surface | 12 1/4" | 0' - 2,300' KB± | 9-5/8" | 36.0# | J-55 | STC | 2020 PSI | 3520 Psi | 394,000# |
| Production | 7-7/8" | Surface – TD | 4-1/2" | 11.6# | N-80 | LTC | 6350 PSI | 7780 Psi | 233,000# |
| | | | | | | | | | |

Note: $12-\frac{1}{4}$ " surface hole will be drilled to a total depth of $200^{\circ}\pm$ below the base of the Green 6035River lost circulation zone and cased w/9-5%" as shown to that depth. Drilled depth may be shallower or deeper than the 2300' shown above depending on the actual depth of the loss zone.

All casing will be new or inspected.

NATURAL BUTTES UNIT 675-25E SW/NE, SEC. 25, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

5. Float Equipment:

Surface Hole Procedure (0'- 2300'±)

Guide Shoe

Insert Float Collar (PDC drillable)

Centralizers: 1-5' above shoe, top of jts. #2 and #3 then every 5th joint to surface. (15 total)

Production Hole Procedure (2300'± - TD):

Float shoe, 1 joint casing, float collar and balance of casing to surface. 4-½", 11.6#, N-80 or equivalent marker collars or short casing joints to be placed at top of Price River and 400' above top of Wasatch. Centralizers to be placed 5' above shoe on joint #1, top of joint #2, and every 2nd joint to 400' above Wasatch Island top. Thread lock float shoe, top and bottom of float collar, and top of 2nd joint.

6. MUD PROGRAM

Surface Hole Procedure (Surface - 2300'±):

Air/air mist or aerated water.

<u>Production Hole Procedure (2300' \pm - TD):</u> Anticipated mud weight 9.5 – 10.5 ppg depending on actual wellbore conditions encountered while drilling.

2300'±-TD A closed mud system will be utilized. A bentonite gelled water mud system will be used to control viscosity w/PHPA polymer used for supplemental viscosity and clay encapsulation/inhibition. Water loss will be maintained at <15cc's using white starch or PAC. Bactericides will be used as needed. Anticipated pH will range from 9.0-10.0. Mud weight will be adjusted as necessary for well control. Deflocculants/thinners will be used as necessary to maintain mud quality. LCM sweeps will be utilized as necessary to control lost circulation and mud loss. CO2 contamination, if encountered, will be treated with lime and gypsum.

7. VARIANCE REQUESTS:

Reference: Onshore Oil and Gas Order No. 2 – Item E: Special Drilling Operations

EOG Resources, Inc. requests a variance to regulations requiring the blooie line to be 100' in length. Due to reduce location excavation, the blooie line will be approximately 75' in length

NATURAL BUTTES UNIT 675-25E SW/NE, SEC. 25, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

8. EVALUATION PROGRAM:

Logs:

Mud log from base of surface casing to TD.

Cased-hole Logs:

Cased-hole logs will be run in lieu of open-hole logs consisting of the following:

Cement Bond / Casing Collar Locator and Pulsed Neutron

9. CEMENT PROGRAM:

Surface Hole Procedure (Surface - 2300'±):

Lead: 185 sks Class "G" cement with 16% Gel, 10 #/sx Gilsonite, 3% Salt, 2% CaCI₂, 3 lb/sx GR3

1/4 #/sx Flocele mixed at 11 ppg, 3.82 ft³/sk. yield, 23 gps water.

Tail: 207 sks Class "G" cement with 2% CaCI₂, ½#/sk Flocele mixed at 15.6 ppg, 1.18 ft³/sk., 5.2

gps water.

Top Out: As necessary with Class "G" cement with 2% CaCI₂, ½#/sk Flocele mixed at 15.6 ppg, 1.18

 $ft^3/sk.$, 5.2 gps water.

Note: Cement volumes will be calculated to bring lead cement to surface and tail cement to

500'above the casing shoe.

Production Hole Procedure (2300'± - TD)

Lead: 109 sks: Hi-Lift "G" w/12% D20 (Bentonite), 1% D79 (Extender), 5% D44

(Salt),0.2% D46 (Antifoam), 0.25% D112 (Fluid Loss Additive), 0.25 pps D29

(cello flakes) mixed at 11.0 ppg, 3.91 ft³/sk., 24.5 gps water.

Tail: 390 sks: 50:50 Poz "G" w/ 2% D20 (Bentonite), 0.1% D46 (Antifoam), 0.075% D13

(Retarder), 0.2% D167 (Fluid Loss Additive), 0.2% D65 (Dispersant), mixed at

14.1 ppg, 1.28 ft³/sk., 5.9gps water.

Note: The above number of sacks is based on gauge-hole calculation.

Lead volume to be calculated to bring cement to 200'± above 9-5/8" casing shoe. Tail volume to be calculated to bring cement to 400'± above top of Wasatch.

Final Cement volumes will be based upon gauge-hole plus 45% excess.

NATURAL BUTTES UNIT 675-25E SW/NE, SEC. 25, T10S, R20E, S.L.B.&M.. UINTAH COUNTY, UTAH

10. ABNORMAL CONDITIONS:

Surface Hole (Surface - 2300'±):

Lost circulation

Production Hole (2300'± - TD):

Sloughing shales, lost circulation and key seat development are possible in the Wasatch Formation.

11. STANDARD REQUIRED EQUIPMENT:

- A. Choke Manifold
- B. Upper and Lower Kelly Cock
- C. Stabbing Valve
- D. Visual Mud Monitoring

12. HAZARDOUS CHEMICALS:

No chemicals subject to reporting under SARA title III in an amount equal to or greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling of this well. Furthermore, no extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will be used, produced, stored, transported, or disposed of in association with the drilling of this well.

(Attachment: BOP Schematic Diagram)

- 4. Produced wastewater will be confined to a lined pit or storage tank for a period not to exceed 90 days after initial production. After the 90 day period, the produced water will be contained in a tank on location and then disposed of at one of the following locations: Natural Buttes Unit 21-20B SWD, Ace Disposal, CWU 550-30N SWD, CWU 2-29 SWD, Red Wash Evaporation Ponds, 1, 2, 3, 4, 5, or 6, or EOG Resources, Inc. drilling operations (Chapita Wells Unit, Natural Buttes Unit & Stagecoach Unit).
- 5. All chemicals will be disposed of at an authorized disposal site. Drip pans and absorbent pads will be used on the drilling rig to avoid leakage of oil to the pit.
- B. Water from drilling fluids and recovered during testing operations will be disposed of by either evaporating in the reserve pit or by removed and disposed of at an authorized disposal site. Introduction of well bore hydrocarbons to the reserve pit will be avoided by flaring them off in the flare pit at the time of recovery.

The reserve pit will be constructed so as not to leak, break, or allow discharge. If the reserve pit requires padding prior to lining (due to rocky conditions) felt padding will be used.

The reserve pit shall be lined with felt and a 16 millimeter plastic liner. Sufficient bedding (i.e. weed free straw, or hay; felt; polyswell or soil) to cover any rocks. The liner will overlap the pit walls and be covered with dirt and/or rocks to hold it in place. No trash, scrap pipe, etc., that could puncture the liner will be disposed of in the pit. More stringent protective requirements may be deemed necessary by the A.O.

EOG Resources, Inc. maintains a file, per 29 CFR 1910.1200 (g) containing current Material Safety Data Sheets (MSDS) for all chemicals, compounds, and/or substances which are used during the course of construction, drilling, completion, and production operations for this project. Hazardous materials (substances) which may be found at the site may include drilling mud and cementing products which are primarily inhalation hazards, fuels (flammable and/or combustible), materials that may be necessary for well completion/ stimulation activities such as flammable or combustible substances and acids/gels (corrosives). The opportunity for Superfund Amendments and Reauthorization Act (SARA) listed Extremely Hazardous Substances (EHS) at the site is generally limited to proprietary treating chemicals. All hazardous and EHS and commercial preparations will be handled in an appropriate manner to minimize the potential for leaks or spills to the environment.

No chemicals subject to reporting under SARA Title III (hazardous materials) in an amount greater than 10,000 pounds will be used, produced, stored, transported, or disposed of annually in association with the drilling, testing, or completion of the well. Furthermore, extremely hazardous substances, as defined in 40 CFR 355, in threshold planning quantities, will not be used, produced, stored, transported, or disposed of in association with the drilling, testing or completion of the well.

8. ANCILLARY FACILITIES:

None anticipated.



Natural Buttes Unit 675-25E SWNE, Section 25, T10S, R20E Uintah County, Utah

SURFACE USE PLAN

1. EXISTING ROADS:

- A. See attached Plats showing directional reference stakes on location, and attached TOPO Map "B" showing access to location from existing roads.
- B. The proposed well site is located approximately 45.3 miles south of Vernal, Utah See attached TOPO Map "A".
- C. Refer to attached Topographic Map "A" showing labeled access route to location.
- D. Existing roads will be maintained and repaired as necessary.

2. PLANNED ACCESS ROAD:

- A. The access road will be approximately 792' in length. See attached Topo B.
- B. The access road has a 40-foot ROW w/18 foot running surface.
- C. Maximum grade of the new access road will be 8 percent.
- D. No turnouts will be required.
- E. Road drainage crossings shall be of the typical dry creek drainage crossing type.
- F. No bridges, or major cuts and fills will be required.
- G. The access road will be dirt surface.
- H. No gates, cattleguards, or fences will be required or encountered.
- I. A 40-foot permanent right-of-way is requested. No surfacing material will used.
- J. No additional storage areas will be needed for storing equipment, stockpiling, or vehicle parking.

All travel will be confined to existing access road rights-of-way.

New or reconstructed roads will be centerlined – flagged at time of location staking.

The road shall be constructed/upgraded to meet the standards of the anticipated traffic flow and all-weather road requirements. Construction/upgrading shall include ditching, draining, graveling, crowning, and capping the roadbed as necessary to provide a well constructed safe road. Prior to upgrading, the road shall be cleared of any snow cover and allowed to dry completely. Traveling off the 40 foot right-of-way will not be allowed. Road drainage crossings shall be of the typical dry creek drainage crossing type. Crossings shall be designed so they will not cause siltation or accumulation of debris in the drainage crossing nor shall the drainages be blocked by the roadbed. Erosion of drainage ditches by runoff water shall be prevented by diverting water off at frequent intervals by means of cutouts. Upgrading shall not be allowed during muddy conditions. Should mud holes develop, they shall be filled in and detours around then avoided.

As operator, EOG Resources, Inc. shall be responsible for all maintenance on cattleguards, or gates associated with this oil and/or gas operation.

Traveling off the 40 foot right-of-way will not be allowed. The access road and associated drainage structures will be constructed and maintained in accordance with road guidelines contained in the joint BLM/USFS publication: Surface Operating Standards for Oil and Gas Exploration and Development, Third Edition, and/or BLM Manual Section 9113 concerning road construction standards on projects subject to federal jurisdiction. During the drilling and production phase of operations, the road surface and shoulders will be kept in a safe and useable condition and drainage ditches and culverts will be kept clear and free flowing.

3. LOCATION OF EXISTING WELLS WITHIN A ONE-MILE RADIUS:

See attached TOPO map "C" for the location of wells within a one-mile radius.

4. LOCATION OF EXISTING AND/OR PROPOSED PRODUCTION FACILITIES:

A. On Well Pad

- Production facilities will be set on location if the well is successfully completed for production. Facilities will consist of wellhead valves, combo separator-dehy unit with meter, two (2) 400-bbl vertical tanks and attaching piping.
- 2. Gas gathering lines A 4" gathering line will be buried from dehy to the edge of the location.

B. Off Well Pad

- 1. Proposed pipeline will transport natural gas.
- 2. The pipeline will be a permanent feeder line.
- 3. The length of the proposed pipeline is 2310' x 40'. The proposed pipeline leaves the northern edge of the well pad proceeding in a southerly then northerly direction for an approximate distance of 2310' tieing into an existing pipeline in

the SENW of Section 25, T10S, R20E. Pipe will be 4" NOM, 0.156 wall, Grade X42, Zap-Lock, electric weld with a 35 mil X-Tru coating.

- 4. Proposed pipeline will be a 4" OD steel, zap-lok line laid on the surface
- 5. Proposed pipeline will be laid on surface.
- 6. Pipeline will be coupled using the Zap lock method. No additional off-pad facilities will be required.

All permanent (on site for six months or longer) structures constructed or installed (including pumping units) will be painted a flat, non-reflective, earthtone color to match one of the standard environmental colors, as determined by the Rocky Mountain Five State Interagency Committee. All facilities will be painted within 6 months of installation. All facilities will be painted with Carlsbad Canyon. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded.

5. LOCATION AND TYPE OF WATER SUPPLY:

- A. Water supply will be from Ouray Municipal Water Plant at Ouray, Utah, and/or Bonanza Power Plant water source in Sec 26, T8S, R23E Uintah County, UT (State Water Right # 49-225(A31368)). Water will be hauled by a licensed trucking company.
- B. Water will be hauled by a licensed trucking company.
- C. No water well will be drilled on lease.

6. Source of Construction Materials:

- A. All construction material for this pipeline will be of native borrow and soil accumulated during the construction of the location.
- B. No mineral materials will be required.

7. METHODS OF HANDLING WASTE DISPOSAL:

A. METHODS AND LOCATION

- 1. Cuttings will be confined in the reserve pit.
- 2. A portable toilet will be provided for human waste during the drilling and completion of the well. Disposal will be at the Vernal sewage disposal plant.
- 3. Burning will not be allowed. Trash and other waste material will be contained in a wire mesh cage and disposed of at the Uintah County Landfill.

9. WELL SITE LAYOUT:

- A. Refer to attached well site plat for related topography cuts and fills and cross sections.
- B. Refer to attached well site plat for rig layout and soil material stockpile location as approved on On-site.
- C. Refer to attached well site plat for rig orientation, parking areas, and access road.

The reserve pit will be located on the northeast corner of the location. The flare pit will be located downwind of the prevailing wind direction on the east side of the location, a minimum of 100 feet from the well head and 30 feet from the reserve pit fence.

The stockpiled pit topsoil (first six inches) will be stored separate from the location topsoil. The stockpiled location topsoil will be stored in a location providing easy access for interim reclamation and protection of the topsoil. Upon completion of construction, the stockpiled topsoil from the location will be broadcast seeded with the approved seed mixture from this location and then walked down with a Caterpiller tractor.

Access to the well pad will be from the north.

FENCING REQUIREMENTS:

All pits will be fenced according to the following minimum standards:

- A. Thirty-nine inch net wire shall be used with at least one strand of barbed wire on top of the net wire. (Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.)
- B. The net wire shall be no more than 2 inches above the ground. The barbed wire strand shall be 3 inches above the net wire. Total height of the fence shall be at least 42 inches.
- C. Corner posts shall be cemented and/or braced in such a manner as to keep the fence tight at all times.
- D. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distances between any two posts shall be no greater than 16 feet.
- E. All wire shall be stretched by using a stretching device before it is attached to the corner posts.

The reserve pit fencing will be on the three sides during drilling operations and on the fourth side when the rig moves off location. Pits will be fenced and maintained until clean-up.

Each existing fence to be crossed by the access road shall be braced and tied off before cutting so as to prevent slacking of the wire. The opening shall be closed temporarily as necessary during construction to prevent the escape of livestock, and, upon completion of construction, the fence shall be repaired to BLM or SMA specifications. A cattleguard with an adjacent 16 foot gate shall be installed in any fence where a road is regularly traveled. If the well is a producer, the cattleguards (shall/shall not) be permanently counted on concrete bases. Prior to crossing any fence located on Federal land, or any fence between Federal land and private land, the operator will contact the BLM, who will in turn contact the grazing permittee or owner of said fence and offer him/her the opportunity to be present when the fence is cut in order to satisfy himself/herself that the fence is adequately braced and tied off.

10. PLANS FOR RECLAMATION OF THE SURFACE:

A. Interim Reclamation (Producing Location)

Immediately upon well completion, the location and surrounding area will be cleared of all unused tubing, equipment, debris, materials, trash, and junk not required for production.

Immediately upon well completion, any hydrocarbons on the pit shall be removed in accordance with CFR 3162.7-1.

If a plastic nylon reinforced liner is used, it shall be torn and perforated before backfilling of the reserve pit.

The reserve pit and that portion of the location not needed for production facilities/operations will be recontoured to the approximate natural contours – See attached Figure #3. The reserve pit will be reclaimed within 90 days from the date of the well completion, or as soon as environmental conditions allow. Before any dirt takes place, the reserve pit must be completely dry and free of all foreign obstacles.

The stockpiled pit topsoil will then be spread over the pit area and broadcast seeded with the prescribed seed mixture for this location. The seeded area will then be walked down with a cat.

B. Dry Hole/Abandoned Location

At such time as the well is plugged and abandoned, the operator will submit a subsequent report of abandonment and the BLM will attach the appropriated surface rehabilitation conditions of approval.

11. OWNERSHIP:

Surface ownership of the proposed well site, access road, and pipeline route is as follows:

Surface - State of Utah Mineral – Bureau of Land Management

12. OTHER INFORMATION:

- A. EOG Resources, Inc. will inform all persons in the area who are associated with this project that they are subject to prosecution for knowingly disturbing historic or archaeological sites, or for collecting artifacts. If historic or archaeological materials are uncovered during construction, the operator will immediately stop work that might further disturb such materials, and contact the Authorized Officer. Within five working days the Authorized Officer will inform the operator as to:
 - Whether the materials appear eligible for the National Register of Historic Places;
 - The mitigation measures the operator will likely have to undertake before the site can be used.
 - A time frame for the Authorized Officer to complete an expedited review under 36 CFR 800.11 to confirm, through the State Historic Preservation Officer, that the findings of the Authorized Officer are correct and that mitigation is appropriate.

If the operator wished, at any time, to relocate activities to avoid the expense of mitigation and/or the delays associated with this process, the Authorized Officer will assume responsibility for whatever recordation and stabilization of the exposed materials that may be required. Otherwise, the operator will be responsible for mitigation costs. The Authorized Officer will provide technical and procedural guidelines for the conduct of mitigation. Upon verification from the Authorized Officer that required mitigation has been completed, the operator will then be allowed to resume construction.

- B. As operator, EOG Resources, Inc. will control noxious weeds along Right-of-Ways for roads, pipelines, well sites, or other applicable facilities. A list of noxious weeds will be obtained from the BLM administered land, a Pesticide Use proposal shall be submitted, and given approval, prior to the application or herbicides or other pesticides or possible hazardous chemicals.
- C. Drilling rigs and/or equipment used during drilling operations on this well site will not be stacked or stored on BLM lands after the conclusion of drilling operations or at any other time without BLM authorization. However, if BLM authorization is obtained, it is only a temporary measure to allow time to make arrangements for permanent storage on commercial facilities. (The BLM does not seek to compete with private industry. There are commercial facilities available for stacking and storing drilling rigs.)

D. The drilling rig and ancillary equipment will be removed from the location prior to commencement of completion operations. Completion operations will be conducted utilizing a completion/workover rig.

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice of Lessees. The operator is fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Construction activity will not be conducted using frozen or saturated soils material or during periods when watershed damage is likely to occur.

If the existing access road, proposed access road, and proposed pad are dry during construction, drilling, and completion activities, water will be applied, as needed, to help facilitate compaction during construction and to minimize soil loss as a result of wind erosion.

A cultural resources and paleontology survey will be conducted and submitted by Montgomery Archaeological Consultants.

LESSEE OR OPERATOR'S REPRESENTATIVE AND CERTIFICATION:

PERMITTING AGENT

Kaylene R. Gardner EOG Resources, Inc. P.O. Box 1815 Vernal, UT 84078 (435) 781-9111

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved plan of operations, and any applicable Notice to Lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to insure compliance.

CERTIFICATION:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill site and access route; that I am familiar with the conditions which currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and that the work associated with the operations proposed herein will be performed by EOG Resources, Inc. and its contractors and subcontractors in conformity with this plan and the terms and conditions under which it is approved. This statement is subject to the provisions of 18 U.S.C. 1001 for the filing of a false statement.

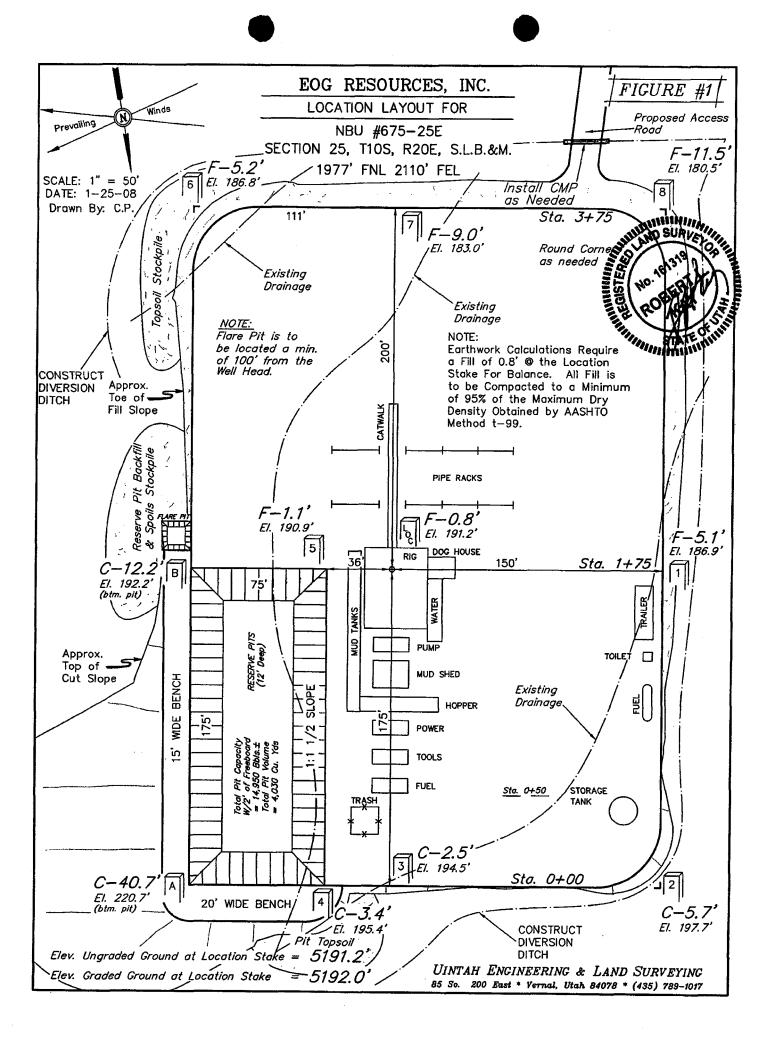
Please be advised that EOG Resources, Inc. is considered to be the operator of the Natural Buttes Unit 675-25E Well, located in the SWNE, of Section 25, T10S, R20E, Uintah County, Utah; State land and minerals; and is responsible under the terms and conditions of the lease for the operations conducted upon the leased lands. Bond Coverage is under Bond # NM 2308.

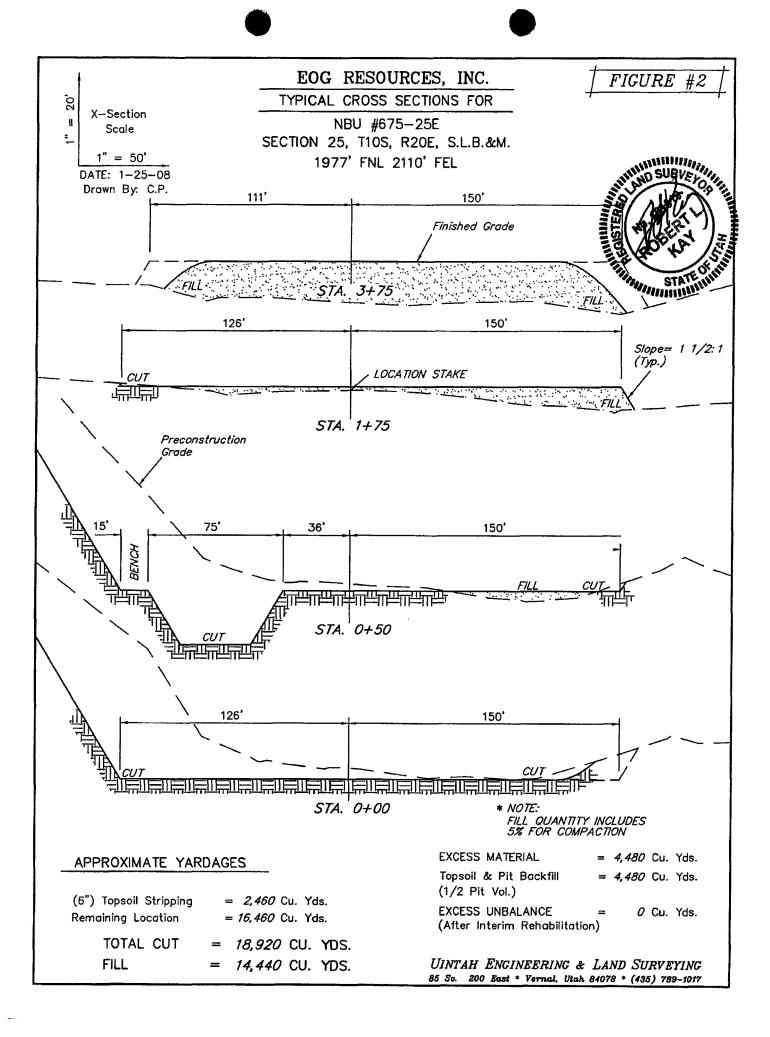
| March 14, 2008 | |
|----------------|---|
| Date | Kaylene R. Gardner, Lead Regulatory Assistant |

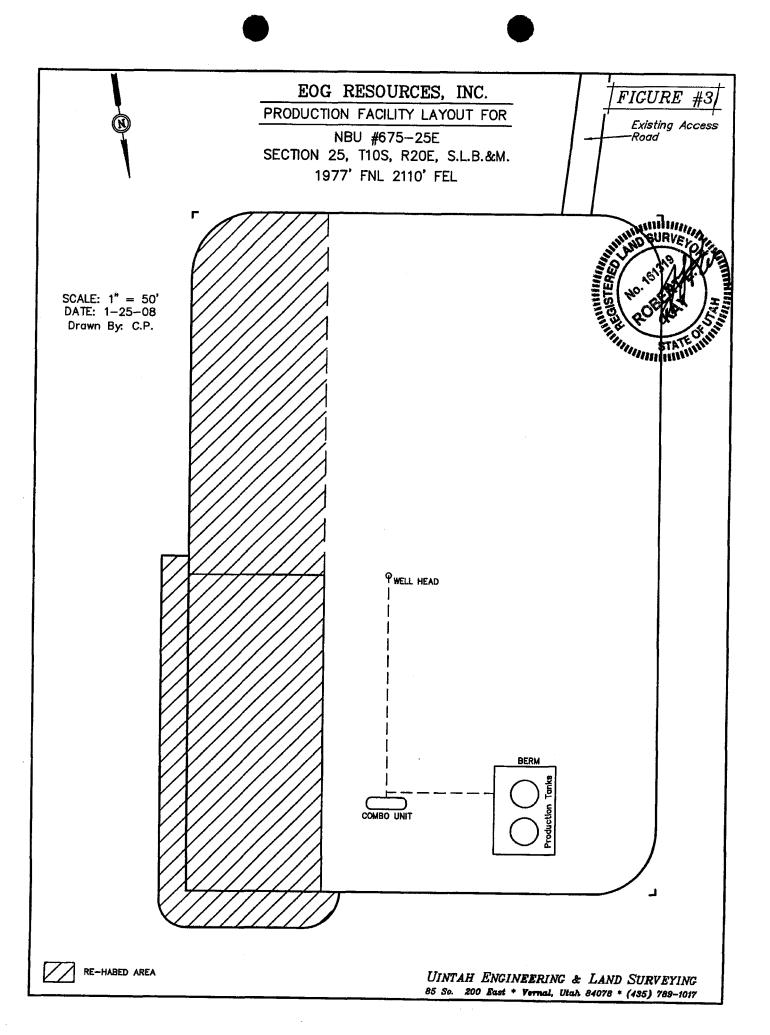
EOG RESOURCES, INC NBU #675-25E SECTION 25, T10S, R20E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 13.5 MILES ON THE SEEP RIDGE ROAD TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN RIGHT AND PROCEED IN A SOUTHWESTERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTH; TURN LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 0.3 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE NORTHEAST; FOLLOW ROAD FLAGS IN A NORTHEASTERLY DIRECTION APPROXIMATELY 0.15 MILES TO THE TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 45.25 MILES.







EOG RESOURCES, INC. NBU #675-25E LOCATED IN UINTAH COUNTY, UTAH

SECTION 25, T10S, R20E, S.L.B.&M.

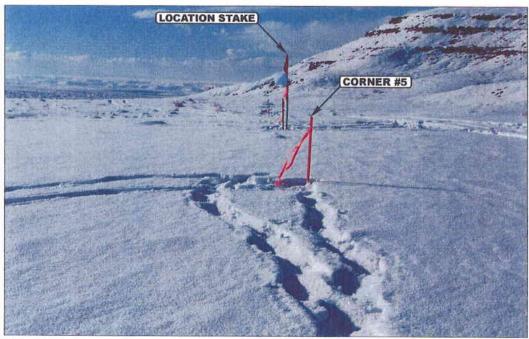


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: NORTHWESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHEASTERLY

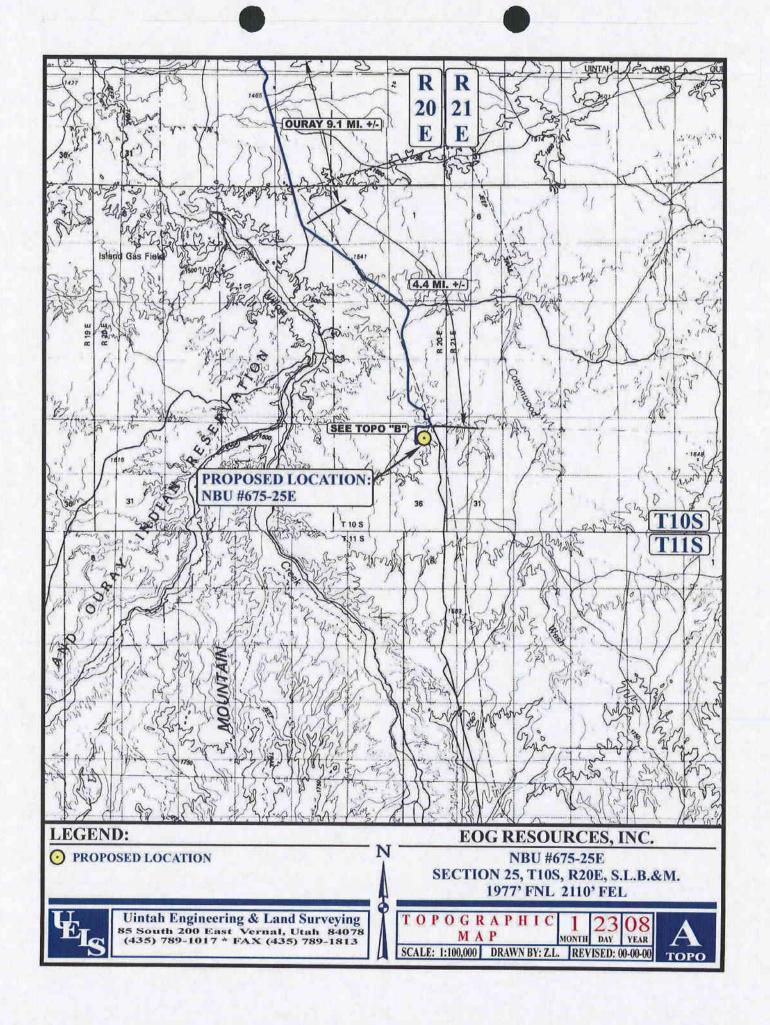


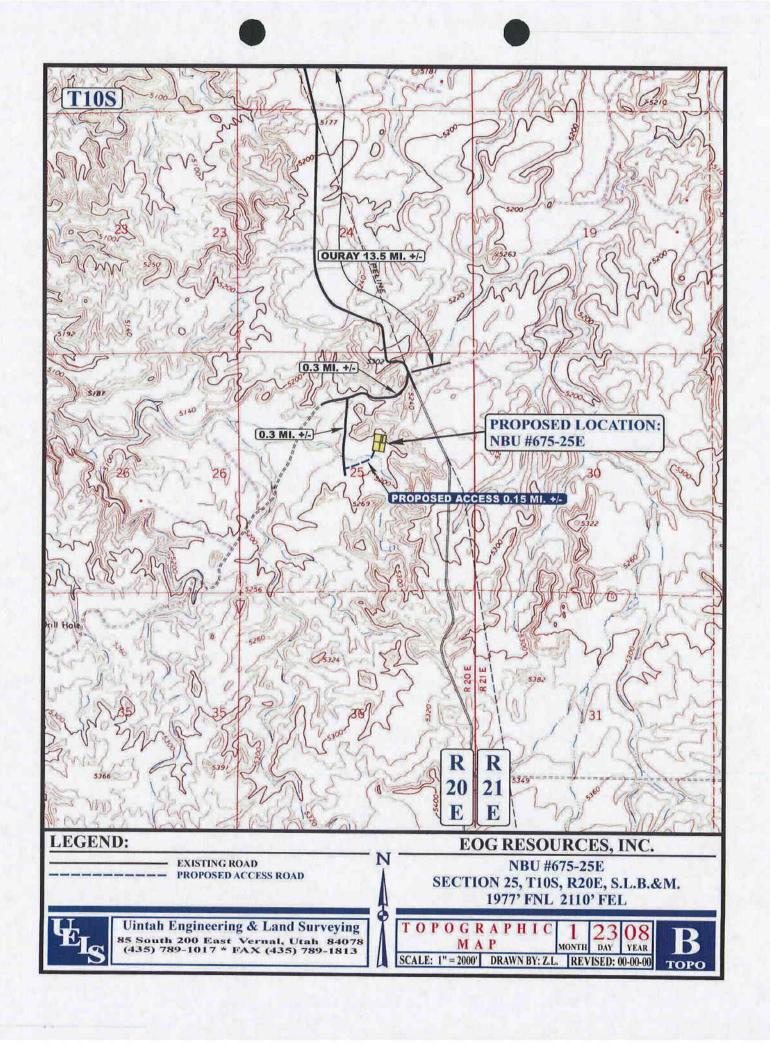
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

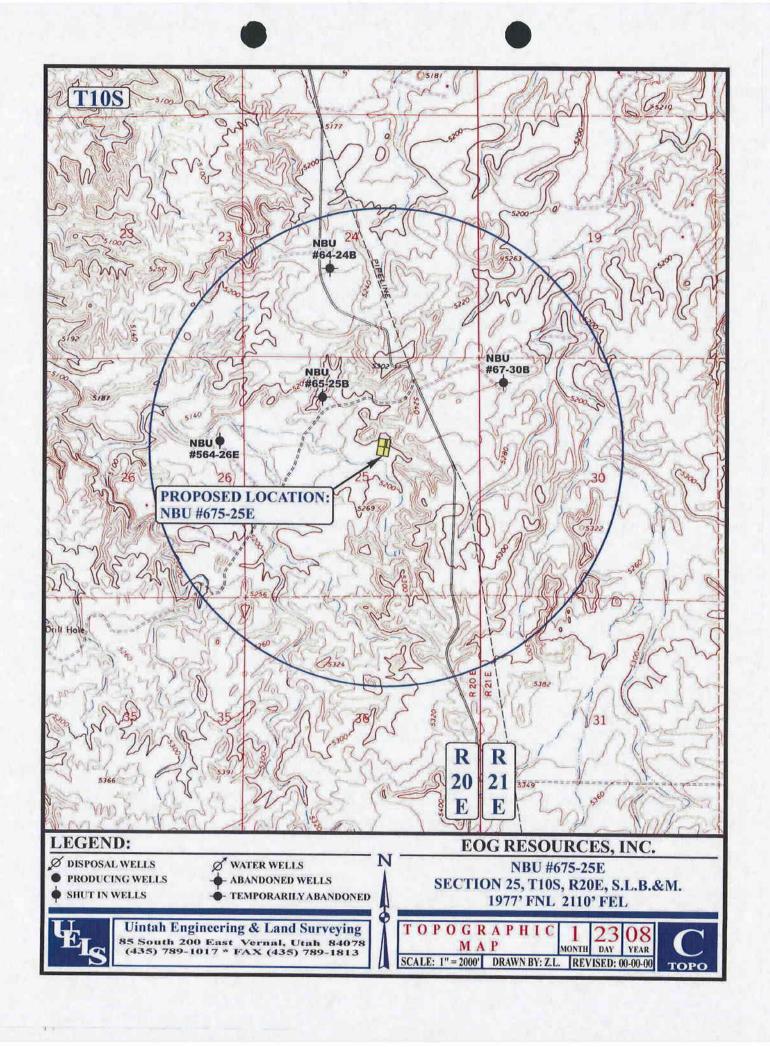
LOCATION PHOTOS

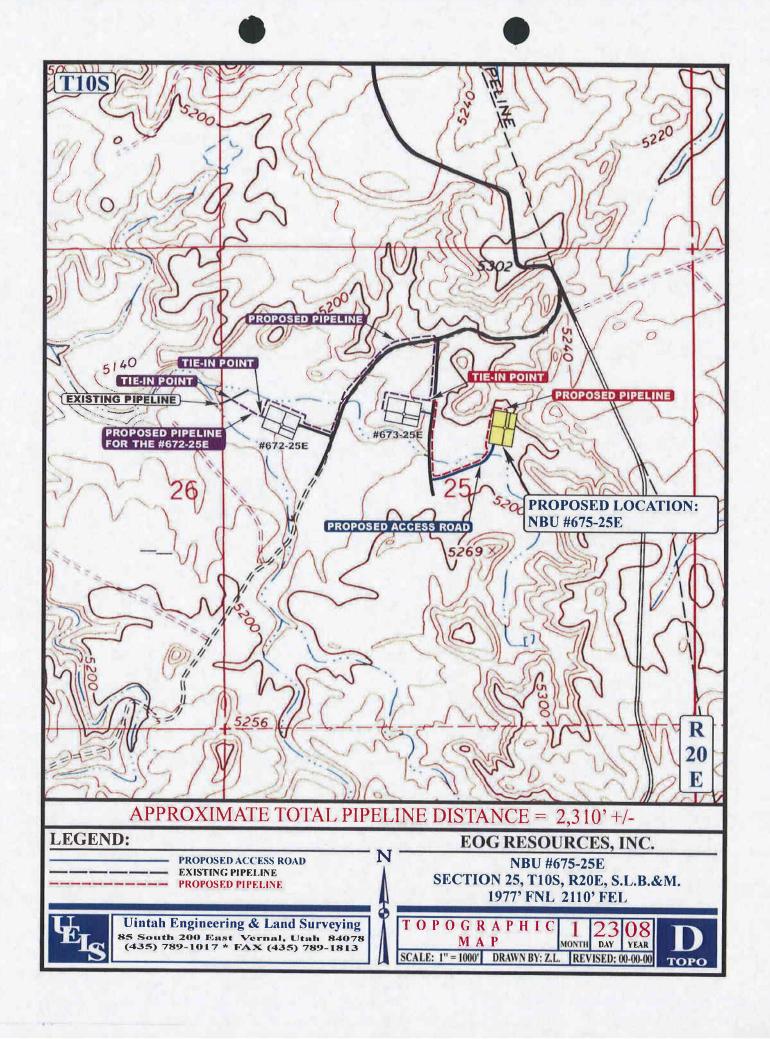
MONTH DAY YEAR TAKEN BY: D.S. | DRAWN BY: Z.L. | REVISED: 00-00-00

РНОТО

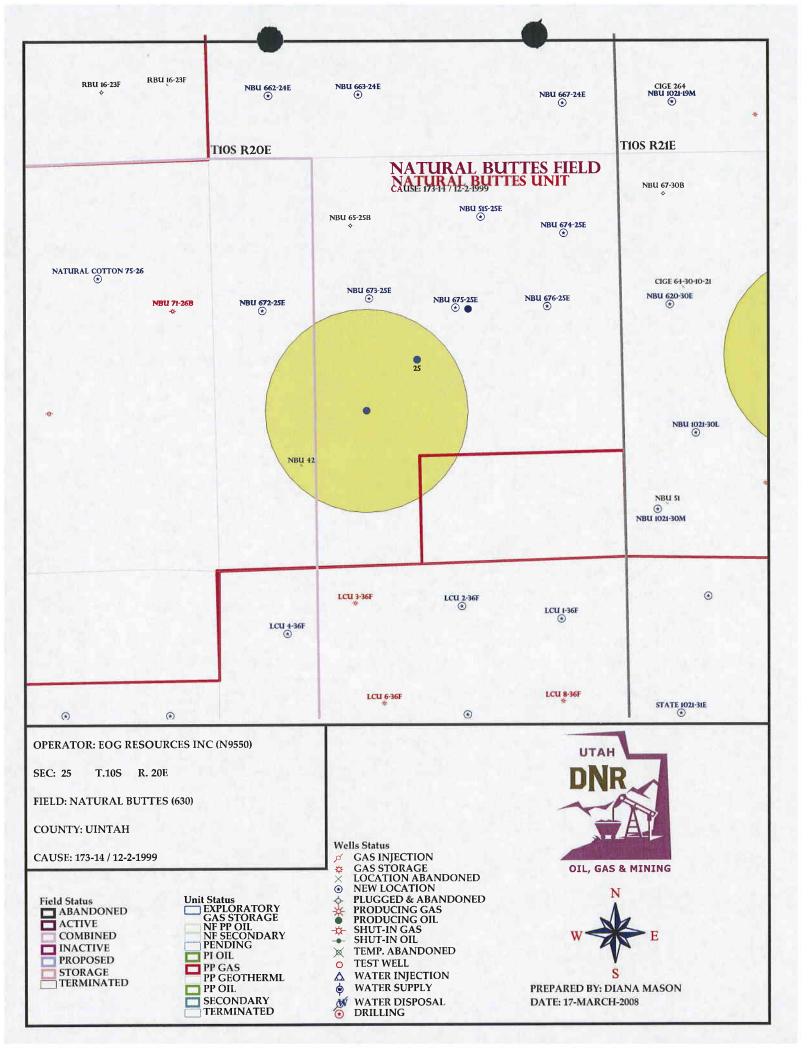








| | | <u> </u> | | · |
|---|----------------|--------------------|---------------|--------------|
| APD RECEIVED: 03/14/2008 | | API NO. ASSIG | NED: 43-047 | -50036 |
| WELL NAME: NBU 675-25E | | | | |
| OPERATOR: EOG RESOURCES, INC. (N9550) | | PHONE NUMBER: | 435 781-9111 | 1 |
| CONTACT: Kaylene Gardner | | | | |
| CONTACT: IndyTens Salanet | | | | |
| PROPOSED LOCATION: | | INSPECT LOCATN | BY: / | / |
| SWNE 25 100S 200E SURFACE: 1977 FNL 2110 FEL | | Tech Review | Initials | Date |
| BOTTOM: 1977 FNL 2110 FEL | | Engineering | | |
| COUNTY: UINTAH LATITUDE: 39.92051 LONGITUDE: -109.6110 | | Geology | | |
| UTM SURF EASTINGS: 618709 NORTHINGS: 44196 | 648 | Surface | | |
| LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-6774 SURFACE OWNER: 3 - State | | PROPOSED FORMAS | | CN |
| RECEIVED AND/OR REVIEWED: | LOCATI | ON AND SITING: | | |
| Plat | R | R649-2-3. | | |
| Bond: Fed[1] Ind[] Sta[] Fee[] | [[nit. | NATURAL BUTTES | 010 | |
| (No. 6532508) | l | | | |
| <u>►</u> Potash (Y/N) | | R649-3-2. Gener | | |
| Oil Shale 190-5 (B) or 190-3 or 190-13 | | Siting: 460 From Q | | etween wells |
| Water Permit | R | R649-3-3. Excep | otion | |
| (No. 49-225) **RDCC Review (Y/N) | _ 1 / D | rilling Unit | | |
| MCC Review (Y/N) (Date:) | 1 | Board Cause No: | | |
| Nim Fee Surf Agreement (Y/N) | 1 | Eff Date: | 12-2-199 | 99 |
| | | Siting: 460'8 1 | ibar fune | omm fract |
| MA Intent to Commingle (Y/N) | R | R649-3-11. Dire | ectional Dril | 11 |
| | <u> </u> | | | · |
| COMMENTS: Needs Presi | 6 (03 | -14-08) | | |
| | | | | |
| 2-01L S | | Page | | |
| S- STATE | MENT | OF BASIS | | |



Application for Permit to Drill Statement of Basis

3/24/2008

Utah Division of Oil, Gas and Mining

Page 1

APD No

API WellNo

Status

Well Type

Surf Ownr

CBM

713

43-047-50036-00-00

SITLA

GW

S

No

Operator EOG RESOURCES, INC. Surface Owner-APD

NATURAL BUTTES

Field

Well Name NBU 675-25E

Unit

NATURAL BUTTES

Type of Work

DRILL

Location

SWNE 25 10S 20E S

1977 FNL 2110 FEL GPS Coord (UTM) 618709E 4419648N

Geologic Statement of Basis

The mineral rights at the proposed location are owned by the Federal Government. The BLM will be the agency responsible for evaluating and approving the proposed drilling, casing and cementing programs.

Brad Hill

3/24/2008

APD Evaluator

Date / Time

Surface Statement of Basis

The general area is approximately 45 miles southwest of Vernal, Utah and 14 miles south of Ouray, Utah in the west end of the Natural Buttes oil field unit. The Seep ridge road bisects the section. The general area is characterized by rolling hills and benches, which are frequently intersected by somewhat gentle to deep draws running westerly a distance of about 3 miles into Willow Creek or northerly about 12 miles to the White River. The draws are occasionally rimed with steep side hills, which have exposed sand stone bedrock cliffs along the rims. Both Willow Creek and White River contain perennial streams. No other seeps, springs or streams are known to exist in the area. An occasional pond collecting runoff for livestock and antelope occurs.

The NBU #673-25E proposed gas well is 13.95 miles southeast of Ouray and is accessed by the Uintah County Seep Ridge Road which lies to the east and existing oilfield development roads. Fifteen hundreds mile of new road will be constructed.

The proposed location is on a flat with a very gentle slope to the west leading away from some low hills to the east. Terrain to the west is open and gentle. A small swale intersects the location in an east to west direction. This swale will be diverted to the north and parallel the pad to the west. To the southeast of the location is what appears to be an old water test well. A pipe with a lock extends about 18 inches above the surface. The proposed pad will not interferer with this feature. Approximately 8 inches of snow covered the area.

The surface is owned by SITLA and the minerals are owned by the Federal Government and administered by the BLM. Nathan Packer of the BLM attended the pre-site evaluation. He had no concerns about the proposal as planned. Jim Davis and Ed Bonner of SITLA were invited to the pre-site but neither attended. The location appears to be the best site for constructing a pad, drilling and operating a well in the immediate area. On previous pre-sites in the immediate area, Mr. Davis of SITLA has instructed Mr. Tolman, representing EOG, that for reclamation requirements involving pit closures, interim reclamation or final reclamation, that SITLA should be contacted.

Daniel Emmett representing the UDWR stated the area is classified as yearlong crucial habitat for antelope but water not forage is the factor limiting the growth of the herd. He did not recommend any restrictions for this species. No other wildlife species are expected to be significantly affected. He furnished Byron Tolman representing EOG and a copy of his wildlife evaluation.

Floyd Bartlett **Onsite Evaluator** 3/14/2008

Date / Time

Application for Permit to Drill Statement of Basis

3/24/2008

Utah Division of Oil, Gas and Mining

Page 2

Conditions of Approval / Application for Permit to Drill

Category

Condition

Pits

A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be

properly installed and maintained in the reserve pit.

Surface

Drainages adjacent to the proposed pad shall be diverted around the location.

Surface

The reserve pit shall be fenced upon completion of drilling operations.

Utah Division of Oil, Gas and Mining

Operator

EOG RESOURCES, INC.

Well Name

NBU 675-25E

API Number

NDO 075-25E

43-047-50036-0

APD No 713

10S

Tw

Field/Unit NATURAL BUTTES

Location: 1/4,1/4 SWNE

Sec 25

Rng 20E

1977 FNL 2110 FEL

GPS Coord (UTM) 618707

4419646

Surface Owner

Participants

Floyd Bartlett (DOGM), Byron Tolman (Agent for EOG), Daniel Emmett (Utah Division of Wildlife Resources), Nathan Packer (BLM)

Regional/Local Setting & Topography

The general area is approximately 45 miles southwest of Vernal, Utah and 14 miles south of Ouray, Utah in the west end of the Natural Buttes oil field unit. The Seep ridge road bisects the section. The general area is characterized by rolling hills and benches, which are frequently intersected by somewhat gentle to deep draws running westerly a distance of about 3 miles into Willow Creek or northerly about 12 miles to the White River. The draws are occasionally rimed with steep side hills, which have exposed sand stone bedrock cliffs along the rims. Both Willow Creek and White River contain perennial streams. No other seeps, springs or streams are known to exist in the area. An occasional pond collecting runoff for livestock and antelope occurs.

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Surface Use Plan

Current Surface Use

Grazing

Recreational

Wildlfe Habitat

New Road

Miles Well Pad

Src Const Material

Surface Formation

0.15

Width 276

Length 375

Onsite

UNTA

Ancillary Facilities

Waste Management Plan Adequate?

Environmental Parameters

Affected Floodplains and/or Wetland N

Flora / Fauna

Most of the area was covered with 6-8 inches of snow. Identifiable plants include greasewood, horsebrush mat saltbrush, globe mallow, curly mesquite grass, cheat grass, shadscale,

Expected fauna includes cattle, antelope, coyote, rabbits and other small mammals and birds.

Soil Type and Characteristics

Soils are a deep silty sandy clay loam. A few surface rock exists.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues N

Drainage Diverson Required Y

A small swale intersects the location in an east to west direction. This swale will be diverted to the north and parallel the pad to the west.

Berm Required? N

Erosion Sedimentation Control Required? N

Paleo Survey Run? N Paleo Potental Observed? N Cultural Survey Run? N Cultural Resources?

Reserve Pit

| Site-Specific Factors | | Site I | Ranking | |
|--------------------------------------|------------------|-------------|---------|---------------------|
| Distance to Groundwater (feet) | >200 | | 0 | |
| Distance to Surface Water (feet) | >1000 | | 0 | |
| Dist. Nearest Municipal Well (ft) | >5280 | | 0 | |
| Distance to Other Wells (feet) | 300 to 1320 | | 10 | |
| Native Soil Type | Mod permeability | | 10 | |
| Fluid Type | Fresh Water | | 5 | |
| Drill Cuttings | Normal Rock | | 0 | |
| Annual Precipitation (inches) | <10 | | 0 | |
| Affected Populations | <10 | | 0 | |
| Presence Nearby Utility Conduits | Not Present | | 0 | |
| | | Final Score | 25 | 1 Sensitivity Level |

Characteristics / Requirements

A 75' x 175' x 12' deep reserve pit is planned in an area of cut on the southeast corner of the location. It will be lined with a 16-mil liner with an appropriate thickness of felt sub-liner.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 16 Pit Underlayment Required? Y

Other Observations / Comments

Jim Davis of SITLA informed me by phone that an agreement exists between SITLA and the BLM that the surface resource as it relates to oil and gas resources will continue to be managed by the BLM for the length of the existing BLM lease

Floyd Bartlett 3/14/2008
Evaluator Date / Time



Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 6, 2009

EOG Resources, Inc. 1060 East Highway 40 Vernal, UT 84078

Re:

NBU 675-25E Well, 1977' FNL, 2110' FEL, SW NE, Sec. 25, T. 10 South, R. 20 East,

Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-50036.

Sincerely,

Gil Hunt

Associate Director

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal Office

SITLA



| Operator: | EOG Resources, Inc. | | | | |
|--------------------|---------------------|----------------------|-------------------|--|--|
| Well Name & Number | NBU 675-25E | | | | |
| API Number: | 43-047-50036 | | | | |
| Lease: | UTU-6774 | | | | |
| Location: SW NE | Sec. 25 | T. _10 South_ | R. 20 East | | |

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the division within 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.
- 6. Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis. (Copy Attached)

Division of Oil, Gas and Mining

OPERATOR CHANGE WORKSHEET

X Change of Operator (Well Sold)

Operator Name Change

Designation of Agent/Operator

1. DJJ 2. CDW

ROUTING

Merger

| The operator of the well(s) listed below has ch | nanged, | effecti | ive: | | | 1/1/2010 | | |
|--|-----------|----------|-----------|--------------------|----------------|--------------------------|--------------|----------------|
| FROM: (Old Operator): | | | | TO: (New O | perator): | | | |
| N9550-EOG Resources | | | | N2995-Kerr-M | | c Gas Onsho | re., LP | |
| 1060 E Hwy 40 | | | | i | outh 1200 I | | - | |
| Vernal, UT 84078 | | | | Vernal, | UT 84078 | | | |
| Phone: 1-(435) 781-9111 | | | | Phone: 1-(435) | 781-7024 | | | |
| CA N | 0. | | | Unit: | | NATURA | L BUTT | ES |
| WELL NAME(S) | SEC | TWI | N RNG | API NO | ENTITY NO | LEASE TYPE | WELL TYPE | WELL STATUS |
| SEE ATTACHED LIST | | | | | | | | |
| | | <u> </u> | | | | | <u> </u> | |
| OPERATOR CHANGES DOCUMEN Enter date after each listed item is completed 1. (R649-8-10) Sundry or legal documentation 2. (R649-8-10) Sundry or legal documentation | was rec | eived: | | _ | | 12/24/2009 12/24/2009 | _ | |
| 3. The new company was checked on the Depa | rtment | of Co | mmerce | e, Division of C | orporation | s Database | on: | 3/7/2006 |
| 4. Is the new operator registered in the State of | Utah: | | YES | Business Numl | ber: | 1355743-018 | 31 | |
| 6a. (R649-9-2)Waste Management Plan has been | n receiv | ed on: | | IN PLACE | | | - | |
| 6b. Inspections of LA PA state/fee well sites con | mplete o | on: | | n/a | - | | | |
| 7. Federal and Indian Lease Wells: The BLM | I and or | r the B | IA has a | pproved the me | rger, name | change, | | |
| or operator change for all wells listed on Fed | leral or | Indian | leases o | on: | BLM | not yet | BIA | n/a |
| 8. Federal and Indian Units: | | | | | | - | | - |
| The BLM or BIA has approved the success | sor of u | mit ope | erator fo | r wells listed on | ı: | not yet | | |
| 9. Federal and Indian Communization Agre | | _ | | | | | | |
| The BLM or BIA has approved the operat | | ll wells | | | | n/a | | |
| 10. Underground Injection Control ("UIC") | | | | ivision has appro | | | | uthority to |
| Inject, for the enhanced/secondary recovery | unit/pr | oject fo | or the wa | ater disposal we | ll(s) listed o | on: | n/a | |
| DATA ENTRY: | | | | | | | | |
| 1. Changes entered in the Oil and Gas Databa | | ~. | ~ | 1/31/2010 | - | a la a là a a b | | |
| 2. Changes have been entered on the Monthly | Operat | tor Ch | ange Sp | | | 1/31/2010 | <u>.</u> | |
| 3. Bond information entered in RBDMS on: | | | | 1/31/2010 | - | | | |
| 4. Fee/State wells attached to bond in RBDMS 5. Injection Projects to new operator in RBDMS | | | | 1/31/2010 n/a | - | | | |
| 5. Injection Projects to new operator in RBDM | .S OII. | | | II/a | - | | | |
| BOND VERIFICATION: | | | | WWD00001 | | | | |
| Federal well(s) covered by Bond Number: Indian well(s) covered by Bond Number: | | | | WYB000291 n/a | - | | | |
| Indian well(s) covered by Bond Number: (R649-3-1) The NEW operator of any state | or fee u | ve11(e) | listed co | | _ Number | 22013542 | | - |
| · · · · · · · · · · · · · · · · · · · | | | | - | | 22013372 | _ | |
| 4. The FORMER operator has requested a releace COMMENTS : | 19C OI II | aumny | пош ш | en bona on. | n/a | | | |

EOG transferred all their leases and permits in NBU to Kerr-McGee effective January 1, 2010

Form 3160-5 (August 2007)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED OMB No. 1004-0137 Expires: July 31, 2010

Expires: Ju
5. Lease Serial No.
Multiple Leases

6. If Indian, Allottee or Tribe Name

SUNDRY NOTICES AND REPORTS ON WELLS Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals

fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

(Instructions on page 2)

| abandoned well. Use Form 3100-3 (Al | b) for such proposais. | | |
|---|---|---|---|
| SUBMIT IN TRIPLICATE – Other | instructions on page 2. | 7. If Unit of CA/Agreer Natural Buttes | ment, Name and/or No. |
| 1. Type of Well Oil Well Gas Well Other | | 8. Well Name and No. Multiple Wells | |
| 2. Name of Operator EOG Resources , Inc | | 9. API Well No. See Attached | |
| 1060 EAST HIGHWAY 40, VERNAL, UT 84078 | 3b. Phone No. (include area code) 435-781-9145 | 10. Field and Pool or Ex Natural Buttes | xploratory Area |
| 4. Location of Well (Footage, Sec., T.,R.,M., or Survey Description) See Attached | | 11. Country or Parish, S Uintah, Utah | State |
| 12. CHECK THE APPROPRIATE BOX | K(ES) TO INDICATE NATURE OF | NOTICE, REPORT OR OTHE | R DATA |
| TYPE OF SUBMISSION | TYPE (| OF ACTION | |
| Notice of Intent Acidize Alter Casing | Deepen Fracture Treat | Production (Start/Resume) Reclamation | Water Shut-Off Well Integrity |
| Subsequent Report Casing Repair | New Construction Plug and Abandon | Recomplete | Other Change of Operator |
| ☐ Change Plans ☐ Final Abandonment Notice ☐ Convert to Injection | Plug Back | ☐ Temporarily Abandon ☐ Water Disposal | |
| Attach the Bond under which the work will be performed or prove following completion of the involved operations. If the operation testing has been completed. Final Abandonment Notices must be determined that the site is ready for final inspection.) EOG Resources, Inc. has assigned all of its right, title and inter Onshore LP and will relinquish and transfer operatorship of all of the As of January 1, 2010, Kerr-McGee Oil & Gas Onshore LP will terms and conditions of the applicable lease for the operations Onshore LP's Nationwide BLM Bond No. WYB-000291. Kerr-McGee Oil & Gas Onshore LP 1099 18th Street, Suite 1800 Denver, CO 80202-1918 By: Michael A. Nixson Agent and Attorney-in-Fact | n results in a multiple completion or e filed only after all requirements, in est in the wells described in the application of the Subject Wells to Kerr-McGribe considered to be the operator conducted upon the leased lands. Date: 12/17/2009 | recompletion in a new interval, a cluding reclamation, have been contracted list ("the Subject Wellee Oil & Gas Onshore LP on of each of the Subject Wells." Bond coverage is provided | a Form 3160-4 must be filed once completed and the operator has ls") to Kerr-McGee Oil & Gas January 1, 2010. and will be responsible under the under Kerr-McGee Oil & Gas 131 1 2010 Lucy Mining |
| 14. I hereby certify that the foregoing is true and correct. Name (Printed/Typed) J. Michael Schween | Title Agent and At | torney-in-Fact | 3.44 |
| Signature | Date 12/17/2009 | | |
| THIS SPACE F | OR FEDERAL OR STATE | OFFICE USE | RECEIVED |
| Approved by | | | DEC 2 4 2009 |
| Conditions of approval, if any, are attached. Approval of this notice does not that the applicant holds legal or equitable title to those rights in the subject entitle the applicant to conduct operations thereon. Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a conduct operations thereon. | lease which would Office | Da | te |

| <u>Lease</u> | API# | Well Name | Footages | т | R | Sec. | QQ | PROPOSED TD | APD Sub'd |
|--------------|--------------|--|---------------------|------------|------------|----------|------|-------------|-----------|
| UTU-0581 | 43-047-40216 | Natural Buttes Unit 419-29E | 859 FNL - 2338 FWL | 98 | 21E | 29 | NENW | 6.640 | |
| UTU-0581 | 43-047-50127 | Natural Buttes Unit 420-29E | 471 FNL - 2012 FEL | 98 | 21E | 29 | NWNE | 6,673 | 6-26-08 |
| UTU-01791 | 43-047-40225 | Natural Buttes Unit 430-8E | 882 FSL - 514 FWL | 108 | 21E | 8 | SWSW | | 9-11-08 |
| UTU-01791 | 43-047-40074 | Natural Buttes Unit 432-9E | 864 FSL - 686 FWL | 105 | 21E | 9 | SWSW | 6,201 | 7-3-08 |
| UTU-010954-A | 43-047-39732 | Natural Buttes Unit 512-35E | 722 FNL - 1988 FWL | 98 | 22E | 35 | NENW | 5,984 | 5-8-08 |
| UTU-0149076 | 43-047-35888 | Natural Buttes Unit-540-24E | 521 FSL - 750 FEL | 98 | 21E | 24 | SESE | 7,412 | 10-19-07 |
| UTU-010954 | 43-047-39306 | Natural Buttes Unit 603-35E | 1047 FNL - 679 FEL | 98 | 22E | 35 | NENE | 9,800 | 8-6-04 |
| UTU-010954-A | 43-047-39302 | Natural Buttes Unit 604-35E | 1139 FNL - 1826 FEL | 98 | 22E | 35 | NWNE | 7,257 | 5-14-07 |
| UTU-010954 | 43-047-50275 | Natural Buttes Unit 605-35E | 1799 FNL - 2165 FEL | 98 | 22E | 35 | SWNE | 7,330 | 5-11-07 |
| UTU-010954-A | 43-047-39292 | Natural Buttes Unit 627-35E | 1970 FNL - 1847 FWL | 98 | 22E | 35 | SENW | 7,290 | 1-29-09 |
| UTU-6774 | 43-047-50028 | Natural Buttes Unit 672-25E | 1980 FNL - 660 FWL | 108 | 20E | 25 | SWNW | 7,275 | 5-7-07 |
| UTU-6774 | 43-047-50036 | Natural Buttes Unit 675-25E | 1977 FNL - 2110 FEL | 108 | 20E | 25 | | 6,032 | 2-5-08 |
| UTU-6774 | 43-047-50031 | Natural Buttes Unit 676-25E | 1978 FNL - 923 FEL | 105 | 20E | 25 | SWNE | 6,035 | 3-14-08 |
| UTU-4476 | 43-047-40416 | Natural Buttes Unit 677-26E | 839 FNL - 1133 FWL | 105 | 20E | | SENE | 6,100 | 2-12-08 |
| UTU-4476 | 43-047-40220 | Natural Buttes Unit 678-26E | 1960' FNL - 481 FWL | 10S | 20E | 26 26 | NWNW | 6,157 | 11-14-08 |
| UTU-4476 | 43-047-40305 | Natural Buttes Unit 680-26E | 799 FNL - 1923 FEL | 105 | | | SWNW | 6,254 | 7-3-08 |
| UTU-01791 | 43-047-40417 | Natural Buttes Unit 692-6E | 661 FSL - 1840 FWL | 105 | 20E | 26 | NWNE | 6,242 | 8-1-08 |
| UTU-472 | 43-047-40268 | Natural Buttes Unit 701-26E | 2215 FNL - 1770 FEL | 108 | 21E | 6 | SESW | 6,484 | 11-14-08 |
| UTU-472 | 43-047-40240 | Natural Buttes Unit 702-26E | 2130 FSL - 1903 FEL | 108 | 22E 22E | 26 | SWNE | 7,023 | 7-24-08 |
| UTU-472 | 43-047-40241 | Natural Buttes Unit 703-26E | 1836 FSL - 797 FEL | 108 | 22E | 26 | NWSE | 7,003 | 7-14-08 |
| UTU-472 | 43-047-40267 | Natural Buttes Unit 704-26E | 785 FSL - 1806 FEL | | 22E | 26 | NESE | 6,991 | 7-14-08 |
| UTU-472 | 43-047-40374 | Natural Buttes Unit 705-26E | 552 FSL - 475 FEL | 10S 10S | | 26 | SWSE | 6,998 | 7-24-08 |
| UTU-037167 | 43-047-40243 | Natural Buttes Unit 710-35E | 600 FNL - 1967 FWL | | 22E | 26 | SESE | 6,957 | 9-22-08 |
| UTU-037167 | 43-047-40418 | Natural Buttes Unit 712-35E | 2160 FNL - 1923 FWL | 108 | 22E | 35 | NENW | 6,984 | 7-14-08 |
| UTU-037167 | 43-047-40242 | Natural Buttes Unit 713-35E | 739 FSL - 702 FEL | 108 | 22E | 35 | SENW | 6,938 | 11-14-08 |
| UTU-037167 | 43-047-40270 | Natural Buttes Unit 714-35E | | 108 | 22E | 35 | NENE | 6,902 | 7-14-08 |
| UTU-037167 | 43-047-40269 | Natural Buttes Unit 715-35E | 1957 FNL - 1881 FEL | 108 | 22E | 35 | SWNE | 6,933 | 7-24-08 |
| UTU-0577-A | 43-047-50262 | Natural Buttes Unit 716-26E | 1684 FNL - 1042 FEL | 108 | 22E | 35 | SENE | 6,921 | 7-24-08 |
| UTU-0577-A | 43-047-40264 | Natural Buttes Unit 717-26E | 660 FNL - 1980 FEL | 98 | 20E | 26 | NWNE | 7,184 | 1-19-09 |
| JTU-0577-A | 43-047-40210 | Natural Buttes Unit 718-26E | 2084 FNL - 1978 FEL | 98 | 20E | 26 | SWNE | 7,180 | 7-24-08 |
| JTU-0577-A | 43-047-50116 | Natural Buttes Unit 719-26E | 2009 FNL - 557 FEL | 98 | 20E | 26 | SENE | 7,201 | 6-26-08 |
| JTU-0577-A | 43-047-40265 | Natural Buttes Unit 719-26E | 2088 FSL - 2171 FEL | 98 | 20E | 26 | NWSE | 7,164 | 9-11-08 |
| JTU-0577-A | 43-047-50115 | Natural Buttes Unit 720-26E | 1916 FSL - 685 FEL | 98 | 20E | 26 | NESE | 7,175 | 7-24-08 |
| JTU-0577-A | 43-047-40209 | | 624 FSL - 1828 FEL | 98 | 20E | 26 | SWSE | 7,167 | 9-11-08 |
| JTU-0582 | 43-047-40209 | Natural Buttes Unit 722-26E Natural Buttes Unit 723-35E | 676 FSL - 849 FEL | 98 | 20E | 26 | SESE | 7,175 | 6-26-08 |
| JTU-0582 | 43-047-40215 | Natural Buttes Unit 724-35E | 668 FNL - 1985 FEL | 98 | 20E | 35 | NWNE | 7,093 | 7-2-08 |
| JTU-0582 | 43-047-40214 | | 758 FNL 781 FEL | 9S | 20E | 35 | NENE | 7,097 | 7-2-08 |
| JTU-0582 | 43-047-40214 | Natural Buttes Unit 725-35E | 1884 FNL - 2179 FEL | 98 | 20E | 35 | SWNE | 7,074 | 6-26-08 |
| JTU-460 | 43-047-50274 | Natural Buttes Unit 726-35E | 1966 FNL - 515 FEL | 98 | 20E | 35 | SENE | 7,084 | 6-26-08 |
| JTU-460 | 43-047-50274 | Natural Buttes Unit 727-35E | 2049 FSL - 1745 FEL | 98 | 20E | 35 | NWSE | 7,031 | 1-29-09 |
| ,, O-400 | 43-047-40408 | Natural Buttes Unit 728-35E | 852 FSL - 1937 FEL | 98 | 20E | 35 | SWSE | 7,017 | 12-19-08 |

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Page 1 of 2

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| <u>Lease</u> | API# | Well Name | <u>Footages</u> | I | R | Sec. | QQ | PROPOSED TD | APD Sub'd |
|---------------|--------------|------------------------------|-----------------------|-----|-----|------|--------------|-------------|-----------|
| UTU-460 | 43-047-40213 | Natural Buttes Unit 729-35E | 554 FSL - 504 FEL | 98 | 20E | 35 | SESE | 7.036 | |
| JTU-0581 | 43-047-40218 | Natural Buttes Unit 737-30E | 1948 FSL - 1071 FWL | 98 | 21E | 30 | NWSW (Lot 3) | 6,756 | 6-26-08 |
| JTU-0581 | 43-047-50468 | Natural Buttes Unit 738-30E | 1947 FSL - 2465 FWL | 98 | 21E | 30 | NESW | 6,759 | 7-2-08 |
| JTU-0581 | 43-047-40219 | Natural Buttes Unit 739-30E | 814 FSL - 2147 FWL | 98 | 21E | 30 | SESW | | 6-8-09 |
| ITU-0581 | 43-047-50118 | Natural Buttes Unit 740-30E | 512 FSL - 780 FWL | 98 | 21E | 30 | | 6,750 | 7-2-08 |
| JTU-0581 | 43-047-50128 | Natural Buttes Unit 741-30E | 661 FSL - 1980 FEL | 9S | 21E | 30 | SWSW (Lot 4) | 6,809 | 9-11-08 |
| TU-0581 | 43-047-40183 | Natural Buttes Unit 742-30E | 497 FSL - 618 FEL | 9S | | | SWSE | 6,729 | 9-11-08 |
| TU-01791 | 43-047-40222 | Natural Buttes Unit 756-6E | 1840 FSL - 2317 FWI | | 21E | 30 | SESE | 6,737 | 6-26-08 |
| TU-0129384 | 43 047 50238 | Natural Buttes Unit 757-26E | | 108 | 21E | 6 | NESW | 6,496 | 7-3-08 |
| TU-0129384 | 43-047-40239 | | 798 FNL - 850 FEL | 10S | 21E | 26 | NENE | 6,488 | 7-14-08 |
| TU-0581 | 43-047-40217 | Natural Buttes Unit 758-27E | 749 FNL - 664 FEL | 108 | 21E | 27 | NENE | 5,530 | 7-14-08 |
| | | Natural Buttes Unit 759-29E | 1979 FNL - 2034 FWL | 98 | 21E | 29 | SENW | 6,644 | 7-2-08 |
| TU-01197-A-ST | 43-047-50683 | Natural Buttes Unit 634-12EX | 623 FNL - 672 FEL | 108 | 22E | 12 | NENE | 7,128 | 8-23-09 |
| IL-3140.5 | 43-047-50042 | Natural Buttes Unit 733-36E | 775 FNL - 2134 FEL | 98 | 20E | 36 | NWNE | 7,050 | |
| TU-01480-ST | 43-047-50053 | Natural Buttes Unit 744-31E | 2515 FSL - 2533 FWL | 98 | 21E | 31 | NESW | | 4-14-08 |
| IL-22446 | 43-047-50059 | Natural Buttes Unit 749-31E | 955 FSL - 489 FEL | 9S | 21E | 31 | | 6,989 | 6-5-08 |
| IL-3142 | 43-047-50062 | Natural Buttes Unit 750-32E | 1091 FNL - 1615 FWL | 9S | 21E | | SESE (LOT 8) | 6,901 | 6-25-08 |
| IL-3142 | 43-047-50055 | Natural Buttes Unit 753-32E | 478 FNL - 2066 FEL | | | 32 | NENW | 6,635 | 7-2-08 |
| | 1:00000 | Traduct Dates Offit 700-02L | 1 4/0 FINE - 2000 FEL | 98 | 21E | 32 | NWNE | 6,562 i | 6-5-08 |

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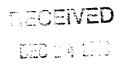
PERMITTED WELL LIST

| DIV.C | F OIL, GAS & MINING | 1 | · i |). · | | |
|-----------------------------|---------------------|------------|--------------|------------|------|----------|
| Well Name | API# | Lease # | <u>QQ</u> | <u>Sec</u> | I | <u>R</u> |
| Natural Buttes Unit 320-6E | 43-047-40224 | UTU01791 | (Lot 6) NWSW | 6 | 108 | 21E |
| Natural Buttes Unit 375-13E | 43-047-50029 | UTU4485 | swsw | 13 | 108 | 20E |
| Natural Buttes Unit 377-9E | 43-047-40073 | UTU01791 | NWNW | 9 | 108 | 21E |
| Natural Buttes Unit 425-4E | 43-047-39427 | UTU01393B | NWSW | 4 | 108 | 21E |
| Natural Buttes Unit 440-1E | 43-047-39857 | UTU02270A | NWSE | 1 | 10S | 20E |
| Natural Buttes Unit 441-12E | 43-047-39418 | UTU02270A | SENE | 12 | 10\$ | 20E |
| Natural Buttes Unit 495-31E | 43-047-50037 | ML22446 | (Lot 6) NWSW | 31 | 98 | 21E |
| Natural Buttes Unit 498-13E | 43-047-37684 | UTU4485 | NESE | 13 | 10S | 20E |
| Natural Buttes Unit 507-7E | 43-047-40048 | UTU02270A | SESW | 7 | 108 | 21E |
| Natural Buttes Unit 515-25E | 43-047-50033 | UTU6774 | NWNE | 25 | 108 | 20E |
| Natural Buttes Unit 517-6E | 43-047-40223 | UTU01791 | (Lot 7) SWSW | 6 | 10\$ | 21E |
| Natural Buttes Unit 531-8E | 43-047-40050 | UTU01791 | NESW | 8 | 10S | 21E |
| Natural Buttes Unit 532-12E | 43-047-35200 | UTU02270A | SWNE | 12 | 108 | 20E |
| Natural Buttes Unit 606-35E | 43-047-39797 | UTU010954A | NWNW | 35 | 98 | 22E |
| Natural Buttes Unit 607-35E | 43-047-39307 | UTU010954A | SWNW | 35 | 98 | 22E |
| Natural Buttes Unit 609-23E | 43-047-39318 | UTU01393B | SENE | 23 | 108 | 22E |
| Natural Buttes Unit 610-23E | 43-047-39317 | UTU01393B | NESE | 23 | 10\$ | 22E |
| Natural Buttes Unit 612-23E | 43-047-39314 | UTU01393B | SWSE | 23 | 108 | 22E |
| Natural Buttes Unit 616-5E | 43-047-39304 | UTU01393B | SWNE | 5 | 108 | 21E |
| Natural Buttes Unit 619-4E | 43-047-39446 | UTU01393B | SESW | 4 | 10S | 21E |
| Natural Buttes Unit 620-30E | 43-047-39309 | ML22793 | (Lot 2) SWNW | 30 | 108 | 21E |
| Natural Buttes Unit 628-1E | 43-047-39311 | UTU01198B | SESW | 1 | 10S | 22E |
| Natural Buttes Unit 629-1E | 43-047-39312 | UTU01198B | NWSE | 1 | 108 | 22E |
| Natural Buttes Unit 630-1E | 43-047-39298 | UTU01198B | NESE | 1 | 10S | 22E |
| Natural Buttes Unit 631-1E | 43-047-39297 | UTU01198B | SESE | 1 | 108 | 22E |
| Natural Buttes Unit 649-26E | 43-047-39870 | UTU472 | NWNE | 26 | 108 | 22E |
| Natural Buttes Unit 651-26E | 43-047-39871 | UTU472 | SENE | 26 | 108 | 22E |
| Natural Buttes Unit 652-6E | 43-047-39859 | UTU01791 | SWSE | 6 | 108 | 21E |
| Natural Buttes Unit 656-1E | 43-047-39868 | UTU01791 | NWNE | 1 | 108 | 20E |
| Natural Buttes Unit 657-1E | 43-047-39856 | UTU01791 | (Lot 1) NENE | 1 | 105 | 20E |
| Natural Buttes Unit 659-1E | 43-047-39855 | UTU01791 | SÉNE | 1 | 108 | 20E |
| Natural Buttes Unit 669-29E | 43-047-50030 | U01207ST | SWNE | 29 | 98 | 22E |



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| Well Name | API# | Lease # | <u>QQ</u> | Sec | I | R |
|-----------------------------|-------------------------|-------------|--------------|-----|-----|-----|
| Natural Buttes Unit 673-25E | 43-047-50034 | UTU6774 | SENW | 25 | 10S | 20E |
| Natural Buttes Unit 674-25E | 43-047-50035 | UTU6774 | NENE | 25 | 105 | 20E |
| Natural Buttes Unit 679-26E | 43-047-40221 | UTU4476 | SENW | 26 | 108 | 20E |
| Natural Buttes Unit 681-26E | 43-047-40330 | UTU4476 | NENE | 26 | 108 | 20E |
| Natural Buttes Unit 682-9E | 43-047-40075 | UTU01791 | NENW | 9 | 108 | 21E |
| Natural Buttes Unit 683-9E | 43-047-40072 | UTU01791 | NESW | 9 | 108 | 21E |
| Natural Buttes Unit 730-36E | 43-047-50061 | ML3140.5 | NWNW | 36 | 98 | 20E |
| Natural Buttes Unit 731-36E | 43-047-50061 | ML3140.5 | NENW | 36 | 98 | 20E |
| Natural Buttes Unit 732-36E | 43-047-50060 | ML3140.5 | SWNW | 36 | 98 | 20E |
| Natural Buttes Unit 734-36E | 43-047-50065 | ML3140.5 | NENE | 36 | 98 | 20E |
| Natural Buttes Unit 735-36E | 43-047-50039 | ML3140.5 | SWNE | 36 | 98 | 20E |
| Natural Buttes Unit 736-36E | 43-047-50063 | ML3140.5 | SENE | 36 | 9S | 20E |
| Natural Buttes Unit 743-31E | 43-047-50040 | UTU01480AST | (Lot 3) NWSW | 31 | 98 | 21E |
| Natural Buttes Unit 745-31E | 43-047-50041 | ML224446 | Lot 4 | 31 | 98 | 21E |
| Natural Buttes Unit 746-31E | 43-047-50090 | UTU01480ST | NWSE | 31 | 98 | 21E |
| Natural Buttes Unit 747-31E | 43-047-50049 | UTU01480ST | NESE | 31 | 98 | 21E |
| Natural Buttes Unit 748-31E | 43-047-50050 | ML22446 | (Lot 7) SWSE | 31 | 98 | 21E |
| Natural Buttes Unit 751-32E | 43-047-50056 | ML3412 | SWNW | 32 | 98 | 21E |
| Natural Buttes Unit 752-32E | 43-047-50051 | ML3412 | SENW | 32 | 98 | 21E |
| Natural Buttes Unit 754-32E | 43-047-50092 | ML3412 | SWNE | 32 | 98 | 21E |
| Natural Buttes Unit 755-32E | 43-047-50054 | ML3412 | SENE | 32 | 98 | 21E |
| Natural Buttes Unit 761-5E | 43-047-50108 | UTU01393B | NWSE | 5 | 10S | 21E |



(1)

DIV. OF OIL, GAS & MINING

| | STATE OF UTAH | | FORM 9 | | |
|--|---|---|--|--|--|
| | DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINI | | 5.LEASE DESIGNATION AND SERIAL NUMBER: UTU-6774 | | |
| SUNDF | N WELLS | 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: | | | |
| | sals to drill new wells, significantly deepen ex Igged wells, or to drill horizontal laterals. Use | | 7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES | | |
| 1. TYPE OF WELL Gas Well | | | 8. WELL NAME and NUMBER: NBU 675-25E | | |
| 2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ONS | HORE, L.P. | | 9. API NUMBER: 43047500360000 | | |
| 3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th S | treet, Suite 600, Denver, CO, 80217 3779 | PHONE NUMBER: 720 929-6007 Ext | 9. FIELD and POOL or WILDCAT: NATURAL BUTTES | | |
| 4. LOCATION OF WELL FOOTAGES AT SURFACE: 1977 FNL 2110 FEL | | | COUNTY: UINTAH | | |
| QTR/QTR, SECTION, TOWNSHI Qtr/Qtr: SWNE Section: 25 | P, RANGE, MERIDIAN: Township: 10.0S Range: 20.0E Meridian: S | | STATE: UTAH | | |
| 11. CHE | CK APPROPRIATE BOXES TO INDICATE | NATURE OF NOTICE, REPORT, | OR OTHER DATA | | |
| TYPE OF SUBMISSION | | TYPE OF ACTION | | | |
| | _ ACIDIZE | ALTER CASING | CASING REPAIR | | |
| NOTICE OF INTENT Approximate date work will start: | CHANGE TO PREVIOUS PLANS | CHANGE TUBING | CHANGE WELL NAME | | |
| 4/6/2010 | CHANGE WELL STATUS | COMMINGLE PRODUCING FORMATIONS | CONVERT WELL TYPE | | |
| SUBSEQUENT REPORT | DEEPEN | FRACTURE TREAT | ☐ NEW CONSTRUCTION | | |
| Date of Work Completion: | OPERATOR CHANGE | PLUG AND ABANDON | PLUG BACK | | |
| _ | PRODUCTION START OR RESUME | RECLAMATION OF WELL SITE | RECOMPLETE DIFFERENT FORMATION | | |
| SPUD REPORT Date of Spud: | REPERFORATE CURRENT FORMATION | SIDETRACK TO REPAIR WELL | TEMPORARY ABANDON | | |
| | TUBING REPAIR | VENT OR FLARE | WATER DISPOSAL | | |
| ☐ DRILLING REPORT | ☐ WATER SHUTOFF | SI TA STATUS EXTENSION | ✓ APD EXTENSION | | |
| Report Date: | ☐ WILDCAT WELL DETERMINATION ☐ | OTHER | OTHER: | | |
| 12. DESCRIBE PROPOSED OR CO | MPLETED OPERATIONS. Clearly show all pertin | nent details including dates, depths, v | olumes, etc. | | |
| extension to this A | as Onshore, L.P. (Kerr-McGee) (PD for the maximum time allow with any questions and/or comr | ed. Please contact the | Approved by the Utah Division of Oil, Gas and Mining | | |
| | | D | ate: April 13, 2010 | | |
| | | | V 00 cut 110 | | |
| | | В | y: Dalyfill | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| | | | | | |
| NAME (PLEASE PRINT) | PHONE NUMBER | TITLE | | | |
| Danielle Piernot | 720 929-6156 | Regulatory Analyst | | | |
| SIGNATURE N/A | | DATE 4/5/2010 | | | |



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047500360000

API: 43047500360000 Well Name: NBU 675-25E

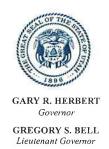
Location: 1977 FNL 2110 FEL QTR SWNE SEC 25 TWNP 100S RNG 200E MER S

Company Permit Issued to: KERR-MCGEE OIL & GAS ONSHORE, L.P.

Date Original Permit Issued: 4/6/2009

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the requ

| the informa require revi | tion as submitted sion. Following is | in the previous a checklist of s | ly approved ap ome items rela | pplication to ted to the ap | drill, remain oplication, v | ns valid and does which should be w | not erified. |
|-----------------------------|---|-------------------------------------|----------------------------------|--------------------------------|--------------------------------|---|-----------------|
| | ated on private la ed? 🕡 Yes 📵 | | ership change | d, if so, has t | the surface | agreement been | |
| | any wells been dr requirements for | | | oosed well w lo | hich would | affect the spacing | g or |
| | here been any uni s proposed well? | | • | place that co | uld affect th | e permitting or o | peratio |
| | there been any chair the proposed loc | | | luding owne | rship, or rig | htof- way, which | could |
| • Has tl | he approved sour | e of water for o | drilling change | d? 📗 Yes | No No | | |
| | there been any pl je in plans from w | | | | | | re a |
| • Is bo | nding still in place | , which covers | this proposed | well? 🌘 Ye | es 🗐 No | Approved by the Utah Division of the Mini () The Mini (| of |
| Signature: | Danielle Piernot | Date: | 4/5/2010 | | | | |
| Title: | Regulatory Analys | Representina: | KERR-MCGEE (| OIL & GAS ONS | SHOR Pate : | April 13, 2010 |) |
| | 5 / - / - | | | | , p | Older on | |



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

April 12, 2011

Julie Jacobson Kerr-McGee Oil & Gas Onshore, L.P. P.O. Box 173779 Denver, CO 80217

Re: APDs Rescinded for Kerr McGee Oil & Gas Onshore, L.P

Uintah County

Dear Ms. Jacobson:

Enclosed find the list of APDs that are being rescinded per your request to Kerr-McGee Oil & Gas Onshore, L.P. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective April 8, 2011.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject location.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

icula Vilason

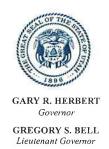
cc: Well File

Bureau of Land Management, Vernal

SITLA, Ed Bonner



| 4304750031 | NBU 676-25E | State Surface |
|------------|----------------|----------------------------------|
| 4304750036 | NBU 675-25E | State Surface |
| 4304736569 | NBU 1022-14N | |
| 4304738003 | NBU 922-33K-4 | |
| 4304750053 | NBU 744-31E | State Surface and State Minerals |
| 4304750062 | NBU 750-32E | State Surface and State Minerals |
| 4304751031 | HATCH 923-14O | |
| 4304740058 | HATCH 923-13K | |
| 4304739292 | NBU 627-35E | |
| 4304739302 | NBU 604-35E | |
| 4304740072 | NBU 683-09E | |
| 4304740074 | NBU 432-09E | |
| 4304740075 | NBU 682-09E | |
| 4304739306 | NBU 603-35E | |
| 4304740077 | OURAY 821-35FD | |
| | | |



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